## STATE OF ILLINOIS SECRETARY OF STATE SECURITIES DEPARTMENT

IN THE MATTER OF: DAVID B. JORDAN

and FAITH B. JORDAN,

NO. 0600466

their partners, officers and directors, managers, agents, employees,

affiliates, successors and assigns.

## TEMPORARY ORDER OF PROHIBITION

TO RESPONDENTS: DAVID B. JORDAN

**1424 ASPEN LANE** 

YORKVILLE, ILLINOIS 60560

AND

FAITH B. JORDAN 1424 ASPEN LANE

YORKVILLE, ILLINOIS 60560

and/or

8555 WEST HIGHPOINT ROAD YORKVILLE, ILLINOIS 60560

On information and belief, I, Jesse White, Secretary of State for the State of Illinois, through my designated representative, who has been fully advised in the premises by the staff of the Securities Department, Office of the Secretary of State, herein find:

- 1. David B. Jordan (hereinafter "DJ" and collectively with FJ "Respondents") has a last known address of 1424 Aspen Lane, Yorkville, Illinois 60560.
- 2. Faith B. Jordan (hereinafter "FJ" and collectively with DJ "Respondents") has a last known addresses of 1424 Aspen Lane, Yorkville, Illinois 60560 and/or 8555 West Highpoint Road, Yorkville, Illinois 60560.
- 3. Respondents DJ and FJ, at all times relevant to this Temporary Order of Prohibition were husband and wife.
- 4. Beginning in June 2004 and continuing through approximately October 2004 Respondents solicited investments from at least one Illinois resident ("Investor") through personal, face-to-face, meetings.
- 5. Respondents have no prior relationship with Investor and pursued the relationship with the Investor solely for the purpose of the investment.

- 6. In about July 2004 Respondents offered Investor the opportunity to participate in 40% of the profits of a loan brokerage business (40% Interest) in exchange for providing financing for that business (the "Business").
- 7. Since the Investor would have to procure the investment funds by means of a home equity loan (the "Loan"), Respondents agreed to reimburse the Investor for the payments on the Loan, in addition to the 40% Interest promised in paragraph 5 above (the "Agreement").
- 8. In payment of the 40% Interest in the Business the Investor gave Respondents a check for \$45,000 in July 2004 and another for \$10,000 in August 2004.
- 9. In October 2004 Respondents told the Investor the Business needed another \$10,000 "to make it to January 1, 2005" at which time "the business would start profiting".
- 10. In October 2004 Investor gave Respondents a check for the additional \$10,000, which brought the total invested to \$65,000.
- 11. Respondents' activities described above involve the offer and sale of an investment contract as those terms are defined in Sections 2.1, 2.5 and 2.5a of the Illinois Securities Law of 1953 [815 ILCS 5] (the "Act").

## FAILURE TO REGISTER SECURITIES

- 12. Section 5 of the Act provides, *inter alia*, that "all securities except those set forth under Section 2a of this Act...or those exempt...shall be registered...prior to their offer or sale in this State.
- 13. Respondents failed to file an application with the Secretary of State to register the investment contracts as required by the Act, and as a result the investment contracts were not registered as such prior to their or sale in the State of Illinois.
- 14. Section 12.A of the Act provides, *inter alia*, that it shall be a violation of the Act to offer or sell any security except in accordance with the provisions of the Act.
- 15. Section 12.D of the Act provides, *inter alia*, that it shall be a violation of the Act to fail to file with the Secretary of State any application, report or document required to be filed under the provisions of this Act or any rule or regulation made by the Secretary of State pursuant to the Act or to fail to comply with the terms of any order of the Secretary of State issued pursuant to Section 11 hereof.
- 16. By virtue of the foregoing, Respondents violated Sections 12.A and 12.D of the Act.
- 17. Section 11.F (2) of the Illinois Securities Law of 1953, 815 ILCS 5/1 et seq., ("the Act") provides, *inter alia*, that the Secretary of State may temporarily prohibit or suspend for a maximum period of 90 days, by an order effective immediately, the

## Temporary Order of Prohibition

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offer or sale of securities by any person, if the Secretary of State shall in his or her opinion, based on credible evidence, deem it necessary to prevent an imminent violation of this Act or to prevent losses to investors which the Secretary of State reasonably believes will occur as a result of a prior violation of this Act.

NOW THEREFORE IT IS HEREBY ORDERED THAT: pursuant to the authority granted by Section 11.F of the Act, Respondents **David B. Jordan and Faith B. Jordan** and their partners, officers and directors, agents, employees, affiliates, successors and assigns are **PROHIBITED** from offering or selling securities in or from this State until the further Order of the Secretary of State.

NOTICE is hereby given that Respondents may request a hearing on this matter by transmitting such request in writing to the Director, Illinois Securities Department, 69 W. Washington Street, Suite 1220, Chicago, Illinois 60602. Such request must be made within thirty (30) calendar days of the date of entry of the Temporary Order of Prohibition. Upon receipt of a request for hearing, a hearing will be scheduled as soon as reasonably practicable. A request for hearing will not stop the effectiveness of this Temporary Order and will extend the effectiveness of this Temporary Order for sixty days from the date the hearing request is received by the Department.

FAILURE BY ANY RESPONDENT TO REQUEST A HEARING WITHIN THIRTY (30) CALENDAR DAYS AFTER ENTRY OF THIS TEMPORARY ORDER OF PROHIBITION SHALL CONSTITUTE AN ADMISSION OF ANY FACTS ALLEGED HEREIN AND SHALL CONSTITUTE SUFFICIENT BASIS TO MAKE THIS TEMPORARY ORDER OF PROHIBITION FINAL.

Dated: This Lith day of January 2009

JESSE WHITE
Secretary of State
State of Illinois

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